

## Message Text

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ORIGIN EB-07

INFO OCT-01 ARA-06 ISO-00 STR-04 AGR-05 CEA-01 CIAE-00

COME-00 DODE-00 FRB-03 H-02 INR-07 INT-05 L-03 LAB-04

NSAE-00 NSC-05 PA-01 AID-05 CIEP-01 SS-15 ITC-01

TRSE-00 USIA-06 PRS-01 SP-02 FEAE-00 OMB-01 /086 R

DRAFTED BY EB/OT/STA:WTDIROLL:JH

APPROVED BY EB/OT/STA:MGOLDMAN

STR:RHEIMLICH

ARA/BR:RELTZ

ARA/ECP:WBURSON

----- 033805

P 061517Z AUG 76

FM SECSTATE WASHDC

TO AMEMBASSY BRASILIA PRIORITY

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E.O. 11652: N/A

TAGS: ETRD, BR

SUBJECT: SPECIALTY STEEL IMPORT CONTROL PROGRAM

REF: BRASILIA 6078

1. IN ACCORD WITH OUR GATT UNDERTAKINGS, WE WERE REQUIRED TO FASHION OUR IMPORT CONTROL PROGRAM IN A MANNER WHICH ATTEMPTS TO GIVE A PROPRTIONATE SHARE OF PERMISSIBLE IMPORTS TO EACH OF THE SUBSTANTIAL SUPPLIERS ON THE BASIS OF HISTORICAL TRADE LEVELS. IN LIGHT OF THE LIMITATIONS ON NEW ENTRANTS INHERENT IN THIS APPROACH, WE USED A BASKET QUOTA FOR NON-KEY SUPPLIERS, INCLUDING BRAZIL. WHILE THE CONCLUSION OF AN ORDERLY MARKETING AGREEMENT WITH BRAZIL, OR ANY OTHER SMALL SUPPLIER, WAS THEORETICALLY

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POSSIBLE, THE QUANTITIES WE COULD HAVE AGREED TO (BASED ON

HISTORICAL TRADE PATTERNS) WOULD HAVE BEEN TOTALLY UNACCEPTABLE TO GOB OR OTHERS IN THE BASKET.

2. WHILE WE FULLY APPRECIATE THE CONCERN EXPRESSED BY GOB OFFICIALS, WE BELIEVE THE U.S. SPECIALTY STEEL IMPORT CONTROL PROGRAM REFLECTS APPROPRIATE ACCOUNT OF THE INTERESTS OF AFFECTED EXPORTING COUNTRIES. WE DO NOT, THEREFORE, FORESEE ANY CONDITIONS UNDER WHICH THE PRESENT

PROGRAM MIGHT BE MODIFIED THROUGH THE NEGOTIATION OF AN ORDERLY MARKETING AGREEMENT WITH BRAZIL. WE WOULD ALSO LIKE TO EMPHASIZE THAT IN ANNOUNCING HIS DETERMINATION THE PRESIDENT INDICATED THAT THE IMPORT CONTROL PROGRAM MAY BE RELAXED OR REMOVED AT ANY TIME PRIOR TO JUNE 1979 WHEN HE FINDS THAT THE DOMESTIC INDUSTRY IS REGAINING A HEALTHY PRODUCTION AND EMPLOYMENT POSITION. WE HAVE, THEREFORE, PUT INTO EFFECT A MONITORING SYSTEM TO RECORD AND REVIEW THE OPERATION OF THE PROGRAM AND THE ECONOMIC CONDITION OF THE DOMESTIC INDUSTRY. HABIB

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## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** STEELS, IMPORT DATA, PROGRAMS (PROJECTS)  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 06 AUG 1976  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** greeneet  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1976STATE195408  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** WTDIROLL:JH  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D760303-1178  
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**Office:** ORIGIN EB  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 76 BRASILIA 6078  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** greeneet  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 19 JUL 2004  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <19 JUL 2004 by CunninFX>; APPROVED <27 OCT 2004 by greeneet>  
**Review Markings:**

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**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** SPECIALTY STEEL IMPORT CONTROL PROGRAM  
**TAGS:** ETRD, BR, US  
**To:** BRASILIA  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006